GOVERNMENT OF INDIA
CHEMICALS AND FERTILIZERS
LOK SABHA

STARRED QUESTION NO:389
ANSWERED ON:30.04.2007
MERGER OF FACT WITH OTHER COMPANIES
Surendran Shri Chengara

Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

(a) whether the Union Government has any proposal to merge Fertilizers and Chemicals Travancore Limited (FACT) with other companies;and

(b) if so, the details thereof and the steps initiated to revive the organisation?

Answer

THE MINISTER OF CHEMICALS & FERTILIZERS AND MINISTER OF STEEL (SHRI RAM VILAS PASWAN)

(a) & (b) : A statement is laid on the Table of the House.

Statement referred to in reply to parts (a) & (b) of the Lok Sabha Starred Question No. 389 to be answered on 30.4.2007

(a) & (b) : A proposal to either merge Fertilizers And Chemicals Travancore Limited (FACT) with or make it a subsidiary of a well run fertilizer PSU is under examination of the Government. No decision has yet been taken.

On 30.3.2006, a financial package for revival was sanctioned to the Fertilizers And Chemicals Travancore Limited (FACT) which was made effective from 31.3.2005. By this, the company could reduce its losses and could come out of the purview of BIFR. However, the company is still incurring losses of about Rs.10-12 crore per month. The Government is exploring viable options for sustaining the operations of the company.